



Regular Meeting
of the
San José
Making Government Work Better Committee
held
Thursday, October 20, 2005, AT 01:32

b. **Follow-up Discussion on Marketing and Usage of Compressed Natural Gas Facility at Airport (Airport)**

Upon motion of Councilmember LeZotte, seconded by Councilmember Yeager, the Committee accepted the report.

c. **Activities and Accomplishments of the Office of the City Auditor (Auditor) (Request deferral to November 17, 2005)**

d. **City Auditor Peer Review (Auditor)**

Allen Ash, Director of Toranto Office of Auditor General, will issue full compliance report at the November 17 Committee meeting. Committee heard the report. No action required.

g. **Comprehensive Annual Financial Report (Finance/RDA)**

Scott Johnson, Director of Finance, noted that Pages 49 and 50 of the CAFR will be replaced with revisions on Footnote Disclosures on Investments and Policy and Allowable Investment Types. Federal Compliance Audit A-133 or Single Audit are currently a work in progress and will report out to this Committee on December 1. The management letter from the external auditor, Macias Gini & Company, will be presented to the Committee in December.

f. **Review of the Workers? Compensation Claims Liability as of June 30, 2005 (Auditor/Finance)**

Upon motion by Councilmember Reed, the Committee accepted the report unanimously with notation from Scott Johnson to use the methodology as recommended in the CAFR as an accounting change.

h. **Annual Debt Report (Finance/RDA)**

Upon motion of Councilmember Yeager, seconded by Councilmember Cortese, the Committee accepted the report.

- i. **Oral Petitions**
- j. **Adjournment To arrange an accommodation under the Americans with Disabilities Act to participate in this public meeting, please call 408-535-8114 (voice) or 408-294-9337 (TTY) at least 48 hours before the meeting.**

a. **Update on Northside Community Center Operations (PRNS)**

Upon motion of Councilmember Cortese, seconded by Councilmember Lizotte the Committee directed the City Auditor, City Attorney's Office, and PRNS Departments to research and prepare a separate legal document that will deliver the equivalent gap in funding of \$12,000 a quarter on a month-to-month basis by earmarking a portion of the \$58,000 of General Fund Support to go strictly to payroll of existing staff only and include any taxes on payroll and payroll tax liability. Staff will prepare the proposed framework for the arrangement in a legal document to be reviewed at the November 17 Committee meeting. This arrangement will be reviewed on a 30-day basis. Putting the money into recurring payroll would be contingent upon the non-profit showing significant incremental progress both on the fundraising side and the facility rental side. Staff will prepare a separate grant agreement dealing with the 58,000. Councilmember Cortese included in the motion to limit the distribution of General Fund money only to the portion of the gap in existing payroll. Councilmember Yeager directed staff to include in the report fundraising and marketing strategy for long term planning. Councilmember Cortese directed staff to include in the report a mechanism to ratify continued monthly disbursements as a Council. Councilmember Reed directed staff to prepare a supplemental report to include outstanding documents from Fil-Am to include in the November 17 meeting packet.

e. **Environmental Services Department Laboratory (Auditor) (Deferred from May 2005)**

Upon Motion of Councilmember Chuck Reed, seconded by Councilmember Cortese the Committee approved the report.

Upon motion of Councilmember Chuck Reed, seconded by Councilmember Cortese, the Committee accepted the report. No action required.

By: _____

- Chair

Please note that this meeting can be viewed in it's entirety on the City's website, www.sanjoseca.gov and click on the link to view meeting broadcast, you can find all Committee meetings as well as Council meetings.